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UNITED STATES DISTRICT COURT DISTRICT OF NEVADA

2	DISTRICT OF NEVADA	
3	FOHSE INC.,)
4	TOTISE INC.,	,)
5	Plaintiff, vs.) Case No.: 2:22-cv-00618-GMN-DJA
6		ORDER DENYING ATTORNEY'S FEES
7	ESTTECH INC.,))
8	Defendant.))
9	The Court dismissed this patent action between Plaintiff FOHSE Inc. and Defendant	
10	ESTTech Inc. sua sponte for lack of subject matter jurisdiction after a hearing on several	
11	motions, all of which were denied as moot. (Order, ECF No. 54). In its Order, the Court noted	
12	that it would retain jurisdiction to consider a subsequent motion for attorney's fees and costs "if	
13	Defendant can articulate a reasonable basis for such an award." (<i>Id.</i> 4:8–9). The Court cited	
14	Russell City Energy Co., LLC v. City of Hayward to highlight for Defendant that, with some	
15	exceptions, "a court that has dismissed a case for lack of subject matter jurisdiction generally	
16	has no jurisdiction to award attorneys' fees." (Id. n.4) (quoting Russel City Energy Co., LLC v.	
17	City of Hayward, No. C-14-03102 JSW (DMR), 2015 WL 983858, at *2 (N.D. Cal. Feb. 17,	
18	2015), report and recommendation adopted, No. C 14-03102 JSW, 2015 WL 994533 (N.D.	
19	Cal. Mar. 4, 2015)).	
20	Defendant then filed the instant Motion for Attorney's Fees, (ECF No. 55). Plaintiff	
21	filed a Response, (ECF No. 56), to which Defendant filed a Reply, (ECF No. 57). Plaintiff also	
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¹ The Court expressed its concern regarding subject matter jurisdiction at the hearing and ordered Plaintiff to file a motion to amend the complaint, or alternatively the parties to file a stipulation to amend the complaint. Plaintiff instead filed a Motion to Dismiss and, in the alternative, a Motion/Notice of Voluntary Dismissal pursuant to Fed. R. Civ. P. 4.

filed a Motion to Strike or alternatively to file a Surreply, (ECF No. 58),² to which Defendant filed a Response, (ECF No. 60).

Defendant's Motion for Attorney's Fees does not address *Russel City Energy Co.* or the general rule that courts do not have jurisdiction to grant attorney's fees after a case was dismissed for lack of subject matter jurisdiction. Instead, Defendant proffered two legal bases for its Motion: Federal Rule of Civil Procedure 41(a)(2) and 35 U.S.C. § 285. (Mot. Atty Fees 3:13–6:19, ECF No. 55). In its Reply, however, Defendant admits that it "missed the mark" and "unilaterally withdraws its prior reliance on Federal Rule of Civil Procedure 41(a)(2) and 35 U.S.C. § 285." (Reply 3:11–14, ECF No. 57). Defendant then articulates a new basis for attorney's fees under 28 U.S.C. § 1927. (*Id.* 3:14–15).

Defendant improperly seeks to correct its deficient Motion in its Reply. This Court "need not consider arguments raised for the first time in a reply brief." *Zamani v. Carnes*, 491 F.3d 990, 997 (9th Cir. 2007). Rather than counter Plaintiff's arguments in the Response brief, Defendant admits that Plaintiff's arguments are correct and seeks a do-over, relying on a new legal basis for attorney's fees. *See Novosteel SA v. U.S.*, *Bethlehem Steel Corp.*, 284 F.3d 1261, 1274 (Fed. Cir. 2002) (emphasis in original) ("[R]eply briefs *reply* to arguments made in the response brief—they do not provide the moving party with a new opportunity to present yet another issue for the court's consideration.").

Defendant's improper attempt at a do-over is all the more apparent by Defendant's support of Plaintiff's right to file a surreply to address this new legal basis. (Reply 3:15–16). But Defendant cannot cure its insufficient Motion by displacing its legal arguments with a new legal argument in its Reply and consenting to a surreply. Defendant conceded that it failed to meet its burden. The Court therefore DENIES Defendant's Motion for Attorney's Fees because Defendant failed to articulate a reasonable basis for such fees in its Motion. Moreover,

² Plaintiff filed a Notice of Corrected Image/Document, (ECF No. 59).

the Court notes Defendant's new argument in its Reply relies on the Court's discretion to award 1 2 fees in cases of unreasonable or vexatious litigation. See 28 U.S.C. § 1927. Even if the Court 3 entertained Defendant's improper argument, the Court would nonetheless decline to exercise its discretion to award fees after this case was dismissed for lack of subject matter jurisdiction. 4 5 Defendant's Motion is therefore dismissed with prejudice. In light of the Court's disposition of 6 the Motion for Attorney's Fees, the Court DENIES Plaintiff's Motion to Strike or alternatively 7 to file a Surreply as moot.³ 8 IT IS HEREBY ORDERED that the Motion for Attorney's Fees, (ECF No. 55), is 9 DENIED. 10 IT IS FURTHER ORDERED that the Motion to Strike, (ECF No. 58), is **DENIED as** 11 moot. Dated this 17 day of June, 2024. 12 13 14 Gloria M. Navarro, District Judge 15 United States District Court 16 17 18 19 20 21 22 23 24 25

³ Plaintiff also requests attorney's fees and costs associated with bringing its Motion to Strike. In its discretion, the Court denies Plaintiff's request for fees and costs.